

**2013 DRAFTING REQUEST**

**Assembly Amendment (AA-AB40)**

Received: **5/10/2013** Received By: **pgrant**  
Wanted: **As time permits** Same as LRB:  
For: **Legislative Fiscal Bureau** By/Representing: **Merrifield**  
May Contact: Drafter: **pgrant**  
Subject: **Higher Education - tech. college** Addl. Drafters:  
Extra Copies: **MDK**

Submit via email: **YES**  
Requester's email: **Legislative Fiscal Bureau**  
Carbon copy (CC) to:

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**Pre Topic:**

LFB:.....Merrifield -

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**Topic:**

Valuation factor for operating levy limit

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**Instructions:**

See attached

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**Drafting History:**

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	pgrant 5/13/2013	evinz 5/14/2013		_____			
/1			rschluet 5/14/2013	_____	sbasford 5/14/2013		

FE Sent For:

<END>

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Wanted:	<b>As time permits</b>	Same as LRB:	
For:	<b>Legislative Fiscal Bureau</b>	By/Representing:	<b>Layla Merrifield</b>
May Contact:		Drafter:	<b>pgrant</b>
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LFB:.....Layla Merrifield -

**Topic:**

Valuation factor for operating levy limit ✓

**Instructions:**

See attached

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5/14/13

5/14/13  
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FE Sent For:

<END>

colleges, based on the percentage of value located in each district. For example, if 60% of a municipality's overall property value were located within one district, then 60% of the value of net new construction recorded for the municipality would be assigned to that district. Under this option, the WTCS operating levy could increase by an estimated \$4.6 million, or approximately \$100,000 more than under the bill, because the growth rate in split municipalities is slightly higher than the statewide average. This method would not necessarily be an accurate proxy for where new construction actually occurred, but it would have the benefit of including in the calculation all new construction, demolitions, and property value in the state.

## ALTERNATIVES

1. Approve the Governor's recommendation to repeal the 1.5 mill rate limitation on a technical college levy for purposes other than debt service, and to prohibit a technical college district board's tax levy in 2013 or in any year thereafter from increasing by a percentage that exceeds the district's valuation factor, based on the percentage change in equalized value due to net new construction in municipalities wholly within the district. Provide that a district board may carry over unused levy authority to the following year, up to a maximum increase of 0.5% of the prior year's actual levy, upon a three-fourths vote by the district board.

2. Modify the Governor's recommendation to include all municipalities located in a technical college district in the calculation of net new construction for the valuation factor. Require DOR to apportion the value of net new construction in a split municipality proportionately between the affected technical college districts, based on the percentage of the municipality's equalized value that is located in each district.

3. Delete provision and, instead, make permanent the limits on WTCS districts that apply in the 2011-13 biennium.

4. Delete provision. Under this alternative, technical college districts would not be subject to a levy limit, but the current law mill rate limit of \$1.50 per \$1,000 of value would continue to apply.

Prepared by: Layla Merrifield

2013

Date (time)  
needed

soon (in 5/13)

LRB b 008311

**LFB BUDGET AMENDMENT  
[ONLY FOR LFB]**

PG: dev:

See form **AMENDMENTS — COMPONENTS & ITEMS.**

**LFB AMENDMENT  
TO 2013 ASSEMBLY BILL 40**

>>FOR JT. FIN. SUB. — NOT FOR INTRODUCTION<<

At the locations indicated, amend the bill as follows:

#. Page ~~432~~, line ~~18~~: after "revenue" insert

#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

#. Page . . . . , line . . . . :

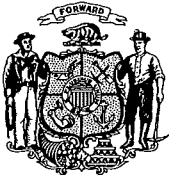
# Page 432, line 17: delete "wholly".

# Page 432, line 18: after "revenue"  
insert "under par. (am)".

# Page 432, line 18: after that  
line insert: Section 619m. 38.16(3)(am) of the statutes  
is created to read: 38.16(3)

(am) For the purpose of making the  
determination under par. (a) 4., if a  
municipality is located in 2 or more  
districts, the department of revenue shall  
apportion the value of the aggregate  
"new construction",  
less improvements removed, in the municipality  
among the districts based on the  
percentage of the municipality's equalized  
value located in each district."

(End)



State of Wisconsin  
2013 – 2014 LEGISLATURE



LRBb0083/1  
PG:eev:rs

LFB:.....Merrifield – Valuation factor for operating levy limit

**FOR 2013-2015 BUDGET — NOT READY FOR INTRODUCTION**  
**ASSEMBLY AMENDMENT ,**  
**TO ASSEMBLY BILL 40**

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 432, line 17: delete “wholly”.

3 **2.** Page 432, line 18: after “revenue” insert “under par. (am)”.

4 **3.** Page 432, line 18: after that line insert:

5 “**SECTION 619m.** 38.16 (3) (am) of the statutes is created to read:

6 38.16 (3) (am) For the purpose of making the determination under par. (a) 4.,  
7 if a municipality is located in 2 or more districts, the department of revenue shall  
8 apportion the value of the aggregate new construction, less improvements removed,  
9 in the municipality among the districts based on the percentage of the municipality’s  
10 equalized value located in each district.”.

11 (END)